

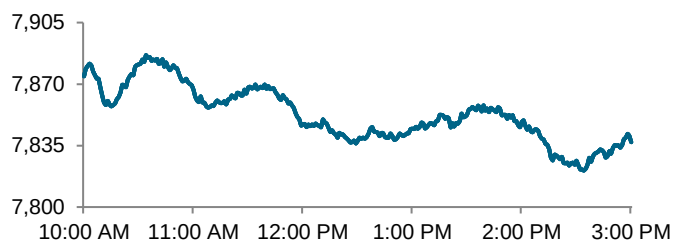
DAILY MARKETS OVERVIEW

17 FEBRUARY 2020

السوق الفرنسي كابيتال
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,837	-0.5	-0.5	-6.6	21.5
Saudi (NOMU)	7,482	0.3	0.3	0.6	NA
Energy	4,969	-1.1	-1.1	-8.7	NA
Materials	4,721	-0.9	-0.9	-8.6	40.4
Capital Goods	4,386	-1.2	-1.2	1.2	36.6
Com. & Prof. Svc	4,383	-0.9	-0.9	-8.1	17.7
Transportation	4,583	-0.4	-0.4	4.3	21.9
Cons. Durables & Apparel	3,585	0.6	0.6	2.2	NA
Consumer Services	4,084	-0.8	-0.8	3.2	38.1
Media	9,274	-1.0	-1.0	-1.4	36.5
Retailing	7,590	-1.0	-1.0	-1.4	32.1
Food & Staples Retailing	7,085	-0.6	-0.6	7.1	NA
Food & Beverages	4,308	-0.4	-0.4	-1.0	47.1
Health Care Equipment	3,751	-0.5	-0.5	0.6	25.5
Pharma, Biotech & Life Science	3,668	-0.9	-0.9	2.0	NA
Banks	7,559	-0.3	-0.3	-6.8	13.5
Diversified Financials	3,467	-1.0	-1.0	5.0	NA
Insurance	4,546	-0.6	-0.6	0.7	NA
Telecommunication	5,714	0.9	0.9	-11.7	19.5
Utilities	3,905	-2.2	-2.2	-11.2	43.0
REITs	4,202	-0.1	-0.1	0.1	20.7
Real Estate	3,011	1.0	1.0	-3.9	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Salama Cooperative Insurance Co.	12.98	10.0%	1
Malath Cooperative Insurance and Reinsurance Co.	10.74	4.3%	1
Dar Alarkan Real Estate Development Co.	9.69	4.1%	23
Saudi Fisheries Co.	51.60	3.2%	1
Tabuk Agriculture Development Co.	9.70	3.2%	2

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consen sus
Petro Rabigh	13-Feb	4Q19	-886.6	-744%	-1.01	NA
Al Rajhi	11-Feb	4Q19	2,152.8	161%	0.86	NA
YSCC	11-Feb	4Q19	77.8	1019%	0.38	NA
A.Othaim Market	10-Feb	4Q19	142.2	33%	1.58	NA
Budget Saudi	9-Feb	4Q19	48.3	4%	0.68	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 17, 2020

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.5% lower to 7,837 while NOMU gained 0.3% to 7,482 on Sunday. TASI traded value totaled SAR 2.6bn and averaged SAR 3.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 38.0% of the daily traded value.
- MSCI Emerging Markets was closed trading on Sunday.
- Banks and Materials declined 0.3% and 0.9%, respectively. Telecom closed 0.9% higher. Real Estate (up 1.0%) was the best performing sector. Among stocks, Salama Cooperative Insurance Co. (8050/SALAMA AB), Malath Cooperative Insurance and Reinsurance Co. (8020/MALATH AB), and Dar Alarkan Real Estate Development Co. (4300/ALARKAN AB) led the gainers.
- The Ministry of Energy revealed that the country is aspiring to make optimal use of its hydrocarbon assets, including traditional and unconventional oil and gas resources, to support its energy sector and boost economic growth. (Source: Argaam)
- The Saudi Arabian Monetary Authority (SAMA) laid out a supervisory framework for the banks providing Islamic banking services. The Islamic governance framework seeks to define the authorities of the board of directors, executive management, Sharia committee, and the internal monitoring committees. (Source: Argaam)
- Dar Alarkan Real Estate Development Co. (4300/ALARKAN AB) announced its intention to issue 7-year dollar-denominated fixed rate "RegS" Senior Unsecured Sukuk. The proceeds would be used for general corporate purposes and the value to be determined in light of market conditions. (Source: Argaam)
- The Capital Market Authority (CMA) approved Alinma Bank (1150/ALINMA AB)'s request to increase its capital to SAR 20bn (USD 5.3bn) from SAR 15bn (USD 4.0bn), through issuance of 1 bonus share for every 3 shares held by shareholders. The capital hike will be financed by transferring SAR 3.42bn (USD 911mn) from the statutory reserve and SAR 1.58bn (USD 421mn) from retained earnings. (Source: Argaam)
- United Cooperative Assurance Co. (8190/UCA AB) said it obtained the Council of Cooperative Health Insurance's (CCHI) approval to renew its CCHI license. The renewal will be for 3 years from February 15, 2020. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
The Saudi British Bank	28.20	-4.7%	1
Zamil Industrial Investment Co.	20.02	-4.4%	0.3
Al Hassan Ghazi Ibrahim Shaker	12.24	-4.2%	1
Alandalus Property Co.	15.52	-3.6%	1
Southern Province Cement Co.	63.50	-3.5%	0.1

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	24.04	1.0%	262
Dar Alarkan Real Estate Development Co.	9.69	4.1%	219
Al Rajhi Bank	63.80	0.3%	201
The Saudi Arabian Oil Company	32.80	-0.9%	191
Saudi Basic Industries Corp.	80.90	-1.2%	122

Source: Tadawul

DAILY MARKETS OVERVIEW

17 FEBRUARY 2020

السوق الفرنسي كابتال
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,735	0.0	0.0	-1.1	9.9
Abu Dhabi (ADX)	5,063	0.5	0.5	-0.3	14.9
Kuwait (KSE)	5,517	-0.2	-0.2	-1.3	17.4
Qatar (QE)	9,749	-1.0	-1.0	-6.5	14.4
Oman (MSM)	4,160	0.8	0.8	4.5	8.3
Bahrain (BSE)	1,662	0.0	0.0	3.2	12.5
DJMENA Index	578	-0.3	-0.3	-4.5	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,380	0.2	1.6	4.6	22.5
US (NASDAQ 100)	9,731	0.2	2.2	8.5	26.1
UK (FTSE 100)	7,409	-0.6	-0.8	-1.8	19.0
Germany (DAX)	13,744	0.0	1.7	3.7	26.9
France (CAC 40)	6,069	-0.4	0.7	1.5	21.8
Russia (MICEX)	3,097	-0.4	0.3	1.7	6.3
Japan (Nikkei)	23,688	-0.6	-0.6	0.1	20.4
Hong Kong (HSI)	27,816	0.3	1.5	-1.3	10.9
South Korea (KOSPI)	2,244	0.5	1.4	2.1	19.4
China (SHCOMP)	2,917	0.4	1.4	-4.4	14.1
India (NIFTY)	12,113	-0.5	0.1	-0.5	23.7
Brazil (IBOV)	1,14,381	-1.1	0.5	-1.1	18.1
Turkey (BIST 100)	1,20,151	-0.3	-0.7	5.0	9.6
Egypt (EGX30)	13,859	0.0	-1.7	-0.7	11.6
MSCI Emerging Markets	1,106	0.0	1.3	-0.7	15.4
MSCI World	2,431	0.1	1.1	3.1	21.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	56.3	1.0	3.4	-14.6	-9.7
Natural Gas (\$/mmbtu)	1.8	-0.2	-1.2	-15.9	-38.0
Gold (\$/oz)	1,584	1.1	0.9	4.4	20.8
Silver (\$/oz)	17.7	1.5	0.2	-0.6	13.0
Platinum (\$/oz)	966	0.3	-0.2	-0.1	22.0
Copper (\$/t)	5,751	0.1	1.8	-6.5	-5.6
Zinc (\$/t)	2,135	-0.2	-0.3	-6.4	-17.9
Lead (\$/mt)	1,873	0.6	2.1	-2.6	-7.8
Wheat (\$/bu)	542	-1.3	-3.1	-3.1	-3.0
Corn (\$/bu)	382	-0.3	-0.4	-1.5	-7.1
Sugar (\$/lb)	14.6	-3.4	-2.5	8.4	4.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.69	0.00	-0.22	0.00
Saudi Arabia	2.14	0.00	-0.09	0.45
UAE	1.88	-0.10	-0.33	0.19
Kuwait	2.50	-0.06	-0.25	0.81
Qatar	2.34	0.02	0.09	0.65
Bahrain	2.58	0.00	-0.08	0.89

Source: Reuters

NOTES: (1) Prices updated as of February 17, 2020 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is up 1.3%. Japan and South Korea are trading 0.9% and 0.1% lower, respectively. Hong Kong is up 0.5%, while India is trading 0.2% lower, in the morning session.
- GCC markets ended mixed on Sunday. Dubai ended flat while Abu Dhabi gained 0.5%. Kuwait ended 0.2% lower, while Qatar declined 1.0%. Oman increased 0.8% while Bahrain ended flat.
- S&P Global Ratings stated that it lowered the Sharjah long-term foreign and local currency sovereign credit ratings to "BBB" from "BBB+" and kept the outlook stable. It added that weak economic conditions in Sharjah since 2019 have led to lower revenues from government-related entities and land sales. (Source: Zawya)
- According to the Statistics Centre - Abu Dhabi (SCAD), hotel establishments across Abu Dhabi witnessed solid growth in 2019 registering a 6.8% increase in its revenues which soared to AED 5.83bn (SAR 5.95bn) from AED 5.46bn (SAR 5.57bn) the previous year. (Source: Trade Arabia)
- Abu Dhabi Power Corporation (ADPower) and Japan-based Marubeni Corporation have set up a consortium for developing the Fujairah F3 independent power producer (IPP) project, the largest independent thermal power plant in the UAE. (Source: Trade Arabia)
- Dubai's Roads and Transport Authority (RTA) has announced the opening of the last two phases of roads leading to Expo 2020 site. The scope of work includes the construction of a flyover linking Sheikh Mohamed bin Zayed Road and Expo Road as well as two others on Sheikh Mohamed bin Zayed Road to ensure a smooth traffic flow to and from the site of Expo. (Source: Trade Arabia)
- Kuwait's Oil Minister revealed that Kuwait and KSA will start trial oil production from the jointly operated Wafra and Khafji oilfields. He expects oil production from the Neutral Zone to reach 550,000 barrels per day before the end of the year. (Source: Zawya)
- Emirates District Cooling (Emicool), a wholly-owned subsidiary of Dubai Investments, said work is progressing well on the district cooling plant at the Expo 2020 site. Once completed, the plant will have a total productive capacity of 60,000 tonnes of refrigeration (TR) across all phases. (Source: Trade Arabia)
- UK-based Addfield Environmental Systems said it has been awarded a major contract by a Kuwaiti group to set up a waste-to-energy plant in the country. Construction work on the project will begin later this month. (Source: Trade Arabia)

Coming Up

- US jobless claims for the week ended February 15 (prior: 205K; consensus: 210K) will be announced on February 20. (Source: Trading Economics)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 14 (prior: +7.5mn barrels) will be announced on February 20. (Source: Trading Economics)
- UK' Markit/CIPS Manufacturing PMI for February 2020 (prior: 50, consensus: 49.6) will be announced on February 21. (Source: Trading Economics)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.